GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4090
ANSWERED ON:09.08.2002
TAX COLLECTION
RAVINDRA KUMAR PANDEY

Will the Minister of FINANCE be pleased to state:

(a) Whether there has been less collection of tax to the tune of Rupees 147.30 lakhs as a result of the errors committed in assessing the tax at the time of implementing appellate orders in eight cases in Assam, Gujarat, Karnataka, Punjab and Tamil Nadu income tax-circles as mentioned in report No.12 of the Comptroller and Auditor General of India for the year 2002;

(b) if so, the details thereof ; and

(c) the action taken by the Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANT G.GEETE)

(a) Sir, the C&AG in his Report No. 12 of 2002 for the year endedMarch 2001 which was laid on the table of Lok Sabha and Rajya Sabha on 15-3-2002, has indicated that in eight cases in Assam, Gujarat, Karnataka, Maharashtra, Punjab, and Tamil Nadu charges, mistakes committed in orders passed to give effect to appellate orders, resulted in short levy of tax aggregating to Rs.147.30 lakhs .

(b) The Ministry has so far accepted audit objections only in two cases out of such eight cases. The details are enclosed as Annexure-I.

(c) Remedial actions have been initiated in all eight cases as per CBDT Instruction No. 1928 dated 7-8-1995.

ANNEXURE-I

Annexure to Lok Sabha Unstarred Question No. 4090 for answer on 9-8-2002

The details of such eight cases are as under:

S. No.	D.P. No.	Name of Assessee	Tax Effect (in Rs.)	Charge
1.	143(CT)	M/s Ponni Sugars & Chem. Ltd.	40.64 lakhs	Tamil Nadu-IV
2.	542(CT)	M/s Greaves ltd.	31.75 lakhs	Mumbai City-V
3.	109(CT) Accepted	M/s Williamsons Finance Services ltd.	20.25 lakhs	Guwahati
4.	71(CT)	M/s Smithkline Beecham Consumers Health Care ltd.	13.65 lakhs	Patiala
5.	145(CT)	M/s Fuller India ltd.	13.55 lakhs	Tamil Nadu-IV
6.	591(CT) Accepted	M/s Shriram Chits (P) ltd.	10.31 lakhs	Karnataka-III
7	28(CT)	M/s Purnima chemicals Ind. (P) ltd.	9.65 lakhs (P)	Baroda

8.	474(CT)	M/s Century Textiles & Ind. Ltd.	7.50 lakhs	Mumbai City-V